faster than inflation, and faster than our ability to pay for them. This isn't going to be a Republican challenge or Democrat challenge; this is really a generational challenge. And the fundamental question facing those of us in Washington today is whether or not we have the capacity and the will to confront the challenge now.

I believe we have a moral obligation to deal with this problem, and that's why I've submitted proposals that will help deal with these programs. Matter of fact, I remember going to Congress and speaking very specifically about how to address the underlying issues of Social Security so that older guys like me could look to young Americans like some of you here, and say, "We've done our duty to fix this program once and for all." And I call upon the Democrats in Congress to come forth with their ideas as how to fix it, to step forward with some concrete, specific proposals. I'll be glad to listen to them, and I expect them to listen to mine. That's why we're in Washington. We're here to confront problems today and not pass them on so somebody else has to deal with them.

The Federal budget can be complicated, and making decisions about it can be quite contentious. Yet we know what it takes for our economy to succeed. During these budget debates, it's important to keep in mind the lessons of the past. As today's Mid-Session Review makes clear, keeping taxes low and restraining spending leads to a vibrant economy; it leads to new jobs; it leads to better opportunities; and it leads to a shrinking deficit.

Progrowth policies work, and now is not the time to turn our back on them. I'm going to work with Republicans and Democrats alike to continue these policies so we can keep our economy competitive, so we can keep our economy growing, and so we can remain the world leader for generations to come.

I'm honored you guys are here. Thank you all for coming. God bless.

NOTE: The President spoke at 1:03 p.m. in Room 450 of the Dwight D. Eisenhower Executive Office Building.

Statement on the Death of Lady Bird Johnson

July 11, 2007

Laura and I mourn the passing of our good friend and a warm and gracious woman, Lady Bird Johnson. Those who were blessed to know her remember Mrs. Johnson's lively and charming personality, and our Nation will always remember her with affection. Mrs. Johnson became First Lady on a fateful day in November 1963 and was a steady, gentle presence for a mourning Nation in the days that followed.

In the White House, Mrs. Johnson shared her love of the environment and nature with our entire country. The native wildflowers that bloom along roadsides today are part of her lasting legacy. She joined President Johnson in the struggle for civil rights, inspiring millions of Americans. Her commitment to early education gave many children a head start in life.

President Johnson once called her a woman of "ideals, principles, intelligence, and refinement." She remained so throughout their life together and in the many years given to her afterward. She was much-loved in our home State of Texas, and the Bush family is fortunate to have known her.

Lady Bird Johnson leaves behind her devoted daughters, Lynda and Luci, their fine families, and a nation that joins them in honoring a good life of kindness and service.

NOTE: The Office of the Press Secretary also released a Spanish language version of this statement.

Proclamation 8162—Death of Lady Bird Johnson

July 12, 2007

By the President of the United States of America

A Proclamation

As a mark of respect for the memory of Lady Bird Johnson, I hereby order, by the authority vested in me by the Constitution and laws of the United States of America, that on the day of her interment, the flag of the United States shall be flown at half-